

# Preamble-

The Contractors State License Board reminds you to exercise your rights and responsibilities when making home improvements. As a California consumer, you have the following rights when working with contractors:

#### HIRING A CONTRACTOR

- You have the right to hire only licensed contractors and to check the license through the Contractors State License Board at www.cslb.ca.gov.
- You have the right to review a contractor's past work and to check references.
- You have the right to get at least three bids from licensed contractors before hiring a contractor.

### PROJECT PAYMENTS

- You have the right to make a down payment of no more than 10 percent of the project price or \$1,000, whichever is less.
- You have the right to make payments as work is completed.
- You have the right not to pay cash for home improvement projects.
- You have the right to withhold a final payment until the work agreed to in the contract is completed.

## PROJECT PAPERWORK

- You have the right to require that the contract include one project price, which includes labor and materials.
- You have the right to negotiate a clear contract that includes a written payment schedule and completion date.
- You have the right to review the contract and only sign it when you understand the terms.
- You have the right to require your contractor to obtain a building permit for your project.

#### **CONSUMER RESPONSIBILITIES**

As a consumer, you have these rights, but you also have the responsibility to properly plan and manage your project and to insist on your rights.



# Homeowner's Rights Checklist

GET EDUCATED & KNOW YOUR RIGHTS	
	Read the CSLB Home Improvement Bill of Rights on reverse Go to CSLB's Web site at www.cslb.ca.gov and:
	<ul><li>□ Read "What You Should Know Before You Hire a Contractor"</li><li>□ Read "Home Improvement Contracts: Putting the Pieces Together"</li></ul>
HIRING	
	Hire only licensed contractors Ask to see the contractor's CSLB pocket license Get at least three written bids from licensed contractors Verify that all bids are for the same scope of work Check contractor's status with the Contractors State License Board at www.cslb.ca.go Ask for references and follow up by inspecting the contractor's completed work
THE CONTRACT	
	Negotiate a clear and complete written contract Write specific descriptions now to prevent disputes later Verify that your written contract includes:
	<ul> <li>□ One price for the work to be done</li> <li>□ Specific descriptions of work and materials to be used</li> <li>□ Start and completion dates</li> <li>□ An agreement that the contractor will obtain building permits</li> <li>□ A payment schedule and the legal down payment amount</li> <li>□ A "Notice to Owner" regarding lien laws</li> <li>□ A notice whether the contractor carries commercial general liability insurance and the carrier</li> </ul>
	Insist that all changes, additions and deletions to the contract are in writing Create a job file and keep the written contract, change orders, payment records and all other project documents in it
PAYMENTS	
_	Pay no more than 10 percent of the project price or \$1,000, whichever is less, as a down payment*  *Pay no more than 2% down or \$200 on a swimming pool project  Pay as work is completed according to the contract schedule —  don't let payments get ahead of the work  Never pay cash
SUBCONTRACTORS AND LIENS	
	Make a list of all subcontractors and check their license status at <b>www.cslb.ca.gov</b> Get unconditional lien releases signed by all subcontractors and material suppliers Keep a record of all material deliveries, dates and progress of work

